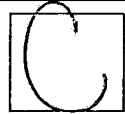


**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-02393A  
Chaparral Water Company  
2601 West Dunlap, Ste 10  
Phoenix, AZ 85021

**RECEIVED**

MAR 28 2007

AZ CORP COMM  
Director Utilities

**ANNUAL REPORT**

**FOR YEAR ENDING**

12	31	2006
----	----	------

FOR COMMISSION USE

ANN 04	06
--------	----

PROCESSED BY:

3-26-07 RF

SCANNED

5-14-07

## COMPANY INFORMATION

Company Name (Business Name) CHADARRAL WATER COMPANY

Mailing Address 2601 W. DUNLAP AVE #10

PHOENIX

(Street)

AZ

(City)

85021

(State)

(602) 395-2600

Telephone No. (Include Area Code)

(602) 395-2677

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address \_\_\_\_\_

Local Office Mailing Address SAME AS ABOVE

(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address \_\_\_\_\_

## MANAGEMENT INFORMATION

Management Contact: THE CARIOCA COMPANY

(Name)

(Title)

SAME AS ABOVE

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address \_\_\_\_\_

On Site Manager: B J SERVICES ATTN: BOB GONZALES

(Name)

PO Box 5605

(Street)

SUN CITY

(City)

AZ

(State)

85376

(Zip)

(623) 975-2424

Telephone No. (Include Area Code)

(623) 584-5050

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address \_\_\_\_\_

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Albert E. VAN Wagner  
 (Name)

845 North Third Avenue Phoenix AZ 85003  
 (Street) (City) (State) (Zip)

602-254-5941 602-254-5942  
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Attorney: Same As above  
 (Name)

\_\_\_\_\_  
 (Street) (City) (State) (Zip)

\_\_\_\_\_  
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

- |   |  |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S)    | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P)        | <input type="checkbox"/> Subchapter S Corporation (Z)                                |
| <input type="checkbox"/> Bankruptcy (B)         | <input type="checkbox"/> Association/Co-op (A)                                       |
| <input type="checkbox"/> Receivership (R)       | <input type="checkbox"/> Limited Liability Company                                   |
| <input type="checkbox"/> Other (Describe) _____ |  |

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- |                                     |  |                                   |
|-------------------------------------|--|-----------------------------------|
| <input type="checkbox"/> APACHE     | <input type="checkbox"/> COCHISE             | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA       | <input type="checkbox"/> GRAHAM              | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ     | <input checked="" type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE   |
| <input type="checkbox"/> NAVAJO     | <input type="checkbox"/> PIMA                | <input type="checkbox"/> PINAL    |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI             | <input type="checkbox"/> YUMA     |
| <input type="checkbox"/> STATEWIDE  |  |                                   |

COMPANY NAME

CHAPARRAL WATER COMPANY

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	10,923	- 0 -	10,923
304	Structures and Improvements			
307	Wells and Springs	142,460	105,399	37,061
311	Pumping Equipment	113,741	103,320	10,421
320	Water Treatment Equipment	16,380	16,380	- 0 -
330	Distribution Reservoirs and Standpipes	224,523	224,523	- 0 -
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations	6698	6461	237
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	13,695	11,094	2601
	<b>TOTALS</b>	<b>528,420</b>	<b>467,177</b>	<b>61,243</b>

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

CHAPARRAL WATER COMPANY

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	10,923	- 0 -	- 0 -
304	Structures and Improvements			
307	Wells and Springs	142,460	.03147	4483
311	Pumping Equipment	113,741	.0294	3348
320	Water Treatment Equipment	16,380	- 0 -	- 0 -
330	Distribution Reservoirs and Standpipes	224,523	.008	1799
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations	6698	.0142	95
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	13,695	.3014	4127
	<b>TOTALS</b>	<b>528,420</b>	<b>.0262</b>	<b>13,852</b>

This amount goes on the Comparative Statement of Income and Expense \_\_\_\_\_  
Acct. No. 403.

COMPANY NAME CHAPARRAL WATER COMPANY

**BALANCE SHEET**

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 17,689	\$ 31,667
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	16,785	16,446
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 34,474	\$ 48,113
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 528,420	\$ 528,420
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(453,325)	(467,177)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 75,095	\$ 61,243
	<b>TOTAL ASSETS</b>	\$ 109,569	\$ 109,356

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME

CHAPARRAL WATER COMPANY

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$ 536	\$2,587
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	13,108	15,328
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	4569	7,452
	<b>TOTAL CURRENT LIABILITIES</b>	\$18,213	\$25,367
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ —	\$ —
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$	\$
	<b>TOTAL LIABILITIES</b>	\$	\$
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings		
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ 91,356	\$ 83,989
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 109,569	\$109,356

COMPANY NAME CHAPARRAL WATER COMPANY

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 140,180	\$ 152,379
460	Unmetered Water Revenue		
474	Other Water Revenues	2562	2961
	<b>TOTAL REVENUES</b>	\$ 142,742	\$ 155,340
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$	\$
610	Purchased Water	17,734	22,262
615	Purchased Power		
618	Chemicals		
620	Repairs and Maintenance	16,278	21,584
621	Office Supplies and Expense	7072	7063
630	Outside Services	51,990	52,800
635	Water Testing		
641	Rents	12,000	12,000
650	Transportation Expenses		
657	Insurance – General Liability		418
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense		
403	Depreciation Expense	14,544	13,852
408	Taxes Other Than Income		
408.11	Property Taxes	5842	7,075
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	\$ 125,460	\$ 137,054
	<b>OPERATING INCOME/(LOSS)</b>	\$ 17,282	\$ 18,286
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$ 161	\$ 0
421	Non-Utility Income	1441	0
426	Miscellaneous Non-Utility Expenses		(15)
427	Interest Expense		0
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$	\$ (15)
	<b>NET INCOME/(LOSS)</b>	\$ 18,884	\$ 18,271



COMPANY NAME CHAPARRAL WATER COMPANY

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

*N/A*

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 7,888.00

Meter Deposits Refunded During the Test Year

\$ 904.00

COMPANY NAME	CHAPARRAL WATER COMPANY
Name of System	ADEQ Public Water System Number (if applicable)

## WATER COMPANY PLANT DESCRIPTION

### WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-619-218	15	90		8	3	
55-619-219	15	50		8	3	
55-561-9217	15	90		8	3	
55-558-536	25	140		12	3	

\* Arizona Department of Water Resources Identification Number

### OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
5	1		
10	5		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
15,000	1	5000	1
35,000	2	3000	1
10,000	2	10,000	1
165,000	1		

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	CHAPARRAL WATER COMPANY
Name of System	ADEQ Public Water System Number (if applicable)

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
2		
3		
4	PVC	1800
5		
6	PVC	4800
8		
10		
12		

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8 X 3/4	345
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

CHLORINATING EQUIPMENT ON WELL SITES 1,2,3

---



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---



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STRUCTURES:

8' x 12' METAL STORAGE SHED

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OTHER:

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*Note: If you are filing for more than one system, please provide separate sheets for each system.*

COMPANY NAME:	CHAPARRAL WATER COMPANY
Name of System	ADEQ Public Water System Number (if applicable)

### WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2006

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	339	2737420	2746200	—
FEBRUARY	337	3158740	3243600	—
MARCH	332	3422570	3915200	—
APRIL	330	3112490	3528900	—
MAY	330	5501290	4754220	—
JUNE	331	5456770	4450870	—
JULY	333	6961110	6045200	—
AUGUST	333	6047390	6057390	—
SEPTEMBER	329	5498050	5895290	—
OCTOBER	329	3815810	4173200	—
NOVEMBER	331	3980580	4611800	—
DECEMBER	335	3104200	4402600	—
TOTALS →		52796420	53824530	—

What is the level of arsenic for each well on your system? < .0050 mg/l \*  
*(If more than one well, please list each separately.)*

If system has fire hydrants, what is the fire flow requirement? \_\_\_ GPM for \_\_\_ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?  
☐ Yes ☐ No

Is the Water Utility located in an ADWR Active Management Area (AMA)?  
☒ Yes ☐ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?  
☐ Yes ☒ No

If yes, provide the GPCPD amount: \_\_\_\_\_

*Note: If you are filing for more than one system, please provide separate data sheets for each system.*

\* SAME FOR ALL WELLS,

COMPANY NAME CHAPARRAL WATER COMPANY YEAR ENDING 12/31/2006

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2006 was: \$ 5952.87

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

VERIFICATION  
AND  
SWORN STATEMENT  
Taxes

RECEIVED

MAR 23 2007

AZ CORP COMM  
Director Utilities

VERIFICATION

STATE OF AZ

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>MARICOPA</u>
NAME (OWNER OR OFFICIAL) TITLE <u>MARVIN L. ROSE, PRESIDENT</u>
COMPANY NAME <u>CHAPARRAL WATER COMPANY</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING


MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

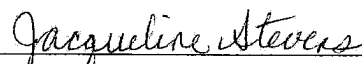
  
\_\_\_\_\_  
SIGNATURE OF OWNER OR OFFICIAL  
(602) 395-2600  
\_\_\_\_\_  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF



COUNTY NAME <u>MARICOPA</u>	
MONTH <u>March</u>	<u>2007</u>

  
\_\_\_\_\_  
SIGNATURE OF NOTARY PUBLIC

COMPANY NAME CHAPARRAL WATER COMPANY YEAR ENDING 12/31/2006

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported

Estimated or Actual Federal Tax Liability

PAID BY PARENT CO  
" " "

State Taxable Income Reported

Estimated or Actual State Tax Liability

PAID BY PARENT CO  
" " "

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances

Amount of Gross-Up Tax Collected

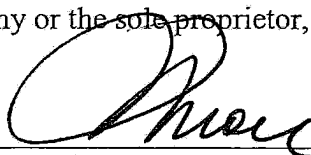
Total Grossed-Up Contributions/Advances

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.



SIGNATURE

3/19/07

DATE

MARVIN L. ROSE

PRINTED NAME

PRESIDENT

TITLE

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

**RECEIVED**

MAR 28 2007

AZ CORP COMM  
Director Utilities

VERIFICATION

STATE OF AZ

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>MARICOPA</u>
NAME (OWNER OR OFFICIAL) TITLE <u>MARVIN L. ROSE, PRESIDENT</u>
COMPANY NAME <u>CHAPARRAL WATER COMPANY</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH <u>12</u>	DAY <u>31</u>	YEAR <u>2006</u>
--------------------	------------------	---------------------

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:


Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 152,760

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 9,857

IN SALES TAXES BILLED, OR COLLECTED)

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

  
\_\_\_\_\_  
SIGNATURE OF OWNER OR OFFICIAL  
(602) 395-2600  
\_\_\_\_\_  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

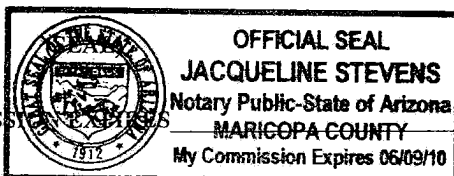
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

19

DAY OF

COUNTY NAME <u>MARICOPA</u>	
MONTH <u>March</u>	<u>2007</u>



Jacqueline Stevens  
\_\_\_\_\_  
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION



VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
Intrastate Revenues Only

RECEIVED

MAR 23 2007

AZ CORP COMM  
Director Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>MARICOPA</u>	
NAME (OWNER OR OFFICIAL) <u>MARVIN L. ROSE</u>	TITLE <u>PRESIDENT</u>
COMPANY NAME <u>CHAPARRAL WATER COMPANY</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2006 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES <u>\$ 152,760</u>
--

THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 9,857  
IN SALES TAXES BILLED, OR COLLECTED)

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

[Signature]  
SIGNATURE OF OWNER OR OFFICIAL

(602) 395-2600  
TELEPHONE NUMBER

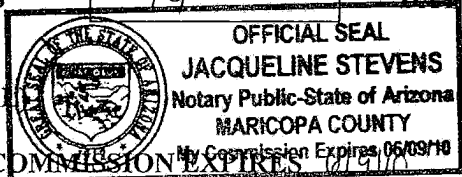
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 19 DAY OF

(SEAL)

MY COMMISSION EXPIRES 06/09/10



NOTARY PUBLIC NAME <u>Jacqueline Stevens</u>	
COUNTY NAME <u>MARICOPA</u>	
MONTH <u>March</u>	<u>2007</u>

X Jacqueline Stevens  
SIGNATURE OF NOTARY PUBLIC

# Maricopa County

## Treasurer's Office

[home](#)[site map](#)[contact us](#)

<a href="#">Tax Bill</a>	<a href="#">Tax Summary</a>	<a href="#">Pay Online!</a>	<a href="#">Valuations</a>	<a href="#">Home</a>
	<a href="#">Address</a>	<a href="#">Activities</a>	<a href="#">Tax Receipt</a>	<a href="#">New Parcel</a>

### Activities - Parcel 612-08-107 6

Year	Activity Description	Amount	Act Date	Pmt Date
2006	TAX PAYMENT	\$2,922.33	10/31/2006	10/25/2006
2005	TAX PAYMENT	\$3,030.54	3/16/2006	3/15/2006
2005	TAX PAYMENT	\$3,030.54	10/25/2005	10/24/2005
2004	TAX PAYMENT	\$3,577.03	4/20/2005	4/19/2005
2004	TAX PAYMENT	\$3,577.03	10/27/2004	10/26/2004
2003	TAX PAYMENT	\$4,005.22	4/5/2004	3/31/2004
2003	TAX PAYMENT	\$4,005.22	10/28/2003	10/27/2003
2002	TAX PAYMENT	\$3,954.52	3/12/2003	3/11/2003
2002	TAX PAYMENT	\$3,954.52	10/17/2002	10/16/2002
2001	TAX PAYMENT	\$3,061.79	4/9/2002	4/8/2002
2001	TAX PAYMENT	\$3,061.79	11/8/2001	10/31/2001
2000	TAX PAYMENT	\$3,591.39	3/22/2001	3/20/2001
2000	TAX PAYMENT	\$3,591.39	10/31/2000	10/31/2000

612 08 107 6  
**CHAPARRAL WATER PROPERTY, INC.**  
2601 W. DUNLAP AVE., SUITE 10 • (602) 395-2600  
PHOENIX, ARIZONA 85021

BANK ONE, ARIZONA, N.A.  
PHOENIX, ARIZONA  
91-2/1221

02339

Check No: 02339

PAY

DATE

October 19, 2006

AMOUNT

\*\*\*2,922.33\*\*\*

\*\*\*\* TWO THOUSAND NINE HUNDRED TWENTY TWO AND 33/100 \*\*\*\*

TO THE  
ORDER  
OF:

Maricopa County Treasurer  
P O BOX 78574  
Phoenix, AZ 85062-8574

VOID AFTER 90 DAYS

686562729

0002339 122100024

C Security Printers, Inc. 800-733-4277

CHAPARRAL WATER PROPERTY, INC. - Phoenix, Arizona 85021  
Vendor No: 1190

October 19, 2006

02339

Vendor Name: Maricopa County Treasurer

Check No: 02339

Reference	Invoice Date	Gross Amount	Discount Taken	Net Amount Paid
612-08-107-6/10-06	10/01/06	2,922.33		2,922.33

Totals : 2,922.33

2,922.33



DETACH AND RETURN WITH PAYMENT

2006 FIRST HALF PAYMENT STUB  
DUE OCTOBER 1, 2006  
DELINQUENT AFTER NOV. 1, 2006  
CHAPARRAL WATER CO

MAKE CHANGES TO MAILING ADDRESS BELOW  
GO TO <http://treasurer.maricopa.gov>

MAKE CHECK PAYABLE TO:

Maricopa County Treasurer  
P O Box 52133  
Phoenix, AZ 85072-2133

PARCEL/ACCOUNT # 612-08-107-6

PRINT THE ABOVE PARCEL / ACCOUNT  
NUMBER ON YOUR CHECK

U.S. FUNDS ONLY

PLEASE CHECK WHICH PAYMENT APPLIES

FIRST HALF	\$2,922.33
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The law allows payment of the full year by December 31, 2006, without an interest penalty on the first half.

FULL YEAR	\$5,844.66
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PAID UNDER PROTEST

060000000010000584460000292233612081070062